



Export Business Development Strategies:

From Case Studies

Presented by: Allan Christian, Senior International Trade Specialist U.S. Commercial Service, Portland, Oregon





New To Export Oregon companies should begin with Canadian market

- Business culture similar to that of U.S. and is a market with a high degree of transparency and very low level of corruption.
- Unique arrangement between U.S. and Canadian Customs allows U.S. companies to establish as a non-resident importer in Canada
- Non-resident importers can compete for customers as if they were a domestic, Canadian company
- NAFTA allows for import duty-free status for vast majority of U.S. goods exported to Canada. NAFTA market opportunities detailed at: http://export.gov/FTA/nafta/index.asp





<u>Australian market offers opportunities</u> <u>unique to Oregon agricultural tech firms</u>

- Australia has well developed agricultural production in challenging and varied growing environments.
- Australia's agricultural industries offers unique opportunities for agricultural soil amendments and other agric. technologies that enhance crop growing conditions and yields.
- U.S. agricultural technologies can best be adopted for use in well developed, good infrastructure markets such as Australia. Australia market opportunities detailed at: http://export.gov/australia/



Major Industry Trade Shows in U.S. attract a wide range of international buyers

- Natural Products Expo West in Anaheim, CA is attended by over a thousand international buyers.
- NPEW participates in U.S. Commercial Service's "International Buyer Program" http://export.gov/ibp/eg_main_018009.asp
- IBP trade shows provide U.S. exhibitors with their first exposure to many international buyers.
- Many U.S. companies in a wide range of industry sectors have concluded international buyer/distributor agreements from IBP trade show contacts.





Learn about economic development priorities in export markets to discover opportunities

- Infrastructure and economic development priorities in int'l markets create opportunities for U.S. exporters.
- Oregon/U.S. med tech firms have benefitted from U.S. AID and international development bank-funded projects to expand healthcare in developing countries.
- U.S. food processing and packaging machinery companies have benefitted from Latin American countries economic development focus on expanding their food processing industries.





Learn about economic development priorities in export markets to discover opportunities (cont.)

- U.S. Commercial Service's "Country Commercial Guides" detail "Leading Sectors for Export Opportunities" for almost eighty countries
- Each CCG provides detailed information for each leading export industry sector and can be accessed for free at:
 - http://export.gov/mrktresearch/index.asp



Export Pricing



- Develop export prices to account for freight forwarder fees, port fees, shipping and insurance costs that align with your INCO terms.
- Export prices should also include costs for product modifications made for international markets.
- Translation and printing costs for product manuals/guides/packaging will also factor into export prices.
- Costs that apply only to your domestic product production and marketing should not be included in export prices.



Export Pricing(cont.)



- Prices of your product in the export market should reflect the product quality and will affect how buyers there perceive your product.
- Options to review and change product pricing in the export market should be discussed with your buyer/distributor there to account for your company's price cost increases or decreases.
- U.S. Commercial Service's "Basic Guide to Exporting" has various chapters to address export pricing and other issues important to developing export sales http://export.gov/basicguide/index.asp





Carefully Qualify international buyers to develop a successful export business

- Produce your own company questionnaire the solicits trade references and banking references from international buyers.
- Company questionnaire should also solicit info on the current products/companies represented by the international buyer.
- Credit reporting companies in export market can provide relatively low-cost financial background reports on international buyers –SBA, U.S. EXIM Bank and U.S. Commercial Service can provide contacts.
- U.S. Commercial Service's "International Company Profile" is a fee service that offers a comprehensive background check on international buyers http://export.gov/salesandmarketing/eg_main_018198.asp



Thank You!

Allan Christian, Senior International Trade Specialist

U.S. Commercial Service, U.S. Dept. of Commerce

Portland U.S. Export Assistance Center

Agency Website: www.export.gov

Office Website: www.export.gov/oregon

E-mail: Allan.Christian@trade.gov

Tel: 503-326-5450